

MEMORANDUM

TO Toby Futrell City Manager

FROM Greg Canally Budget Officer

DATE March 1 2007

SUBJECT Opposition to House Bill 904

Item # 29 on the March 1 2007 Council Agenda is to approve a resolution amending the City's Legislative Program to add opposition to House Bill 904 and direct the City Manager to inform the members of the Austin area delegation of the City's position

If House Bill 904 is made law any savings that would potentially be realized from the closing of the current day labor site or not opening the second proposed site will be more than offset by additional costs resulting from increased traffic issues due to the lack of a central pickup site potentially increased crime as workers congregate in a less structured and safe environment and a potential economic impact as the labor market/economy suffers from the fragmentation of this labor force